GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Extension of certain incentives under Industrial Development Policy 2015-20 to M/s. Gamesa Renewable India Pvt. Ltd., to build an integrated manufacturing facility at IFFCO Kisan SEZ Limited, Nellore District – Orders-Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 59 Dated: 07-05-2016

Read the following:-

(1) From the Managing Director, M/s Gamesa Renewable India Pvt. Ltd., Dt:24.12.2015.
(2) Empowered Committee of Secretaries Meeting held on 29.03.2016.
(3) State Investment Promotion Board Meeting held on 11.04.2016.

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O R D E R

In the reference 1st read above, M/s Gamesa Renewable India Pvt. Ltd. have informed that they intend to build an integrated manufacturing facility which incorporates Blades Manufacturing Facility, Moulds Manufacturing Facility, Converter & Controls Manufacturing Facility, Inverter Manufacturing Facility, Generator Manufacturing Facility and Nacelles Assembly Facility at IFFCO Kisan SEZ Limited, Nellore District. The total investment in the project is about Rs. 1,000 crore by 2020 and the direct employment generation would be 300. They have requested for the following:

(i) VAT/CST/SGST exemption for minimum of 10 years
(ii) Provision of Electricity with 24x7 availability @ Rs.1 /unit for 10 years
(iii) Single window clearance for all the Government approvals for the new plant
(iv) 100% exemption of stamp duty & registration fees for land, building, mortgages & hypothecation
(v) Any other state subsidies as eligible as mentioned in GoAP Industrial Development Policy 2015-20
(vi) Facilitation of 150 acres of leased land obtained from IFFCO.
(vii) 100% Capital Subsidy for Plant & Machinery Investment
(viii) 100% Refund of VAT Input Tax Credit
(ix) 100% Reimbursement of cost incurred towards Skills Upgrading and Training of Manpower.
(x) Exemption from Professional and Local Panchayat Taxes/levies
(xi) 100% Toll Exemption for all Wind Turbine Component movements
(xii) External Infrastructure:
  (a)Provision of Potable water sources at the doorstep
  (b)Well laid roads connected to National Highway
  (c)Port connectivity without any railway crossings
  (d)Two culverts to be provide at point where the service road get connected with the highway
  (e)Signal lights at railway crossing
  (f)Hassle-free movement of Wind Turbine Components through The State
  (g)Prioritization for Gamesa in all Government sponsored Wind and Solar Energy Projects.

(P.T.O)

2. In the reference 2nd read above, the Empowered Committee of Secretaries has discussed the proposal of M/s. Gamesa Renewable India Pvt. Ltd. and has recommended certain incentives/benefits for the unit to the SIPB.

3. In the reference 3rd read above, the State Investment Promotion Board (SIPB) has discussed the proposal of M/s. Gamesa Renewable India Pvt. Ltd. in detail and decided to extend the following incentives:

(i) Reimbursement of 100 % VAT & CST for a period of (7) years from the date of commencement of commercial production or upto realization of 100 % fixed capital investment, whichever is earlier as special case being manufacturer of various equipment for producing wind energy and also marquee foreign investment.
(ii) 100% refund of VAT Input Tax credit shall be provided by the Commercial Tax Department
(iii) Fixed Power Cost reimbursement @ Rs. 1.50/- unit for a period of 5 years from the Date of Commencement of Commercial Production(DCCP).
(iv) External Infrastructure assistance upto Rs. 60 Lakhs for two culverts to be provided at a point where the service road connects with highway and Signal lights at railway crossing or the actuals, whichever is less from the IIDF funds.
(v) Facilitate road widening to be taken up by NHAI for hassle –free movement of Wind Turbine components
(vi) To facilitate Government approvals under Single Desk System for the new plant
(vii) All other incentives shall be as per the Industrial Development Policy 2015-20

4. Government after careful examination of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s. Gamesa Renewable India Pvt. Ltd. for their proposed integrated manufacturing facility at IFFCO Kisan SEZ Limited, Nellore District with a total investment of about Rs. 1,000 crore by 2020 and the direct employment generation of 300 persons:

(i) Reimbursement of 100 % VAT & CST for a period of (7) years from the date of commencement of commercial production or upto realization of 100 % fixed capital investment, whichever is earlier as special case being manufacturer of various equipment for producing wind energy and also marquee foreign investment.
(ii) 100% refund of VAT Input Tax credit shall be provided by the Commercial Tax Department
(iii) Fixed Power Cost reimbursement @ Rs. 1.50/- unit for a period of 5 years from the Date of Commencement of Commercial Production(DCCP).
(iv) External Infrastructure assistance upto Rs. 60 Lakhs for two culverts to be provided at a point where the service road connects with highway and Signal lights at railway crossing or the 2ctual, whichever is less from the IIDF funds.
(v) Industries Department will facilitate road widening to be taken up by NHAI for hassle –free movement of Wind Turbine components
(vi) To facilitate Government approvals under Single Desk System for the new plant
(vii) All other incentives shall be as per the Industrial Development Policy 2015-20

(contd..)

5. The Director of Industries, Andhra Pradesh, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.S.RAWAT
SECRETARY TO GOVERNMENT & CIP

To
The Director of Industries, A.P., Hyderabad.
M/s. Gamesa Renewable India Pvt. Ltd. through the DOI, A.P.Hyderabad
Copy to:
The Finance (FMU-Rev.IC)Dept.,
The Revenue (CT) Department.
The Revenue (Registration) Department.
The Law (H) Department.
The Accountant General, Andhra Pradesh, Hyderabad
The Commissioner of Commercial Taxes, Hyderabad
The Vice Chairman & Managing Director, APIIC, Hyderabad.
The Collector & District Magistrate, Nellore District.
The General Manager, District Industries, Centre, Nellore District.
The Zonal Manager, A.P.I.I.C., Nellore District.
P.S. to Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S. to Secretary to Government & CIP, Industries & Commerce Dept.
SC/SF.

//FORWARDED :: BY ORDER//

SECTION OFFICER